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December 2, 2002

Honorable James H. Welsh Commissioner of Conservation State of Louisiana Post Office Box 44275 Baton Rouge, Louisiana 70804-4275

Re: <u>APPLICATION FOR PUBLIC HEARING</u>.

Rodessa Formation, Reservoir B; Hosston Formation, Reservoir A; and Cotton Valley Formation, Reservoir A; CASPIANA FIELD, DeSoto Parish, Louisiana.

Dear Sir:

J-W OPERATING COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Rodessa Formation, Reservoir B; to the Hosston Formation, Reservoir A; and to the Cotton Valley Formation, Reservoir A; in the Caspiana Field, DeSoto Parish, Louisiana:

- 1. To permit Applicant to drill, designate and utilize its N. Frierson 13 No. 1 Well as an additional alternate unit well for ROD RB SUJ, for HOSS RA SUM and for CV RA SUM, at the location shown on the attached plats, in exception to the well location provisions of Office of Conservation Order No. 191-D-3, effective February 1, 2000 (applicable to the Rodessa Formation, Reservoir B), Office of Conservation Order No. 191-B, effective April 15, 1975 (applicable to the Hosston Formation, Reservoir A) and Office of Conservation Order No. 191-A, effective February 15, 1975 (applicable to the Cotton Valley Formation, Reservoir A), and in lieu of the location approved for this well by Office of Conservation Order Nos. 191-D-12, 191-B-67 and 191-A-73, all effective August 6, 2002.
- 2. To find that drilling, designation and use of the proposed alternate unit well is necessary to efficiently and economically drain a portion of the Rodessa Formation, Reservoir B, underlying ROD RB SUJ, the Hosston Formation, Reservoir A, underlying HOSS RA SUM, and the Cotton Valley Formation, Reservoir A, underlying CV RA SUM, which cannot be efficiently and economically drained by any existing well within these units..
- 3. To permit the Operator of ROD RB SUJ to produce the allowable assigned to this unit from either the unit well, from any alternate unit well, or from any combination of such wells, at the option of the Operator.

Honorable James H. Welsh December 2, 2002 Page 2

4. To discuss such other matters as may be pertinent to this application.

The Rodessa Formation, Reservoir B, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, was defined in Office of Conservation Order No. 191-D-3, effective February 1, 2000.

The Hosston Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, was defined in Office of Conservation Order No. 191-B, effective April 15, 1975, and in Office of Conservation Order No. 191-B-62, effective May 14, 2002.

The Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, was defined in Office of Conservation Order No. 191-A, effective February 15, 1975, and was further defined in Office of Conservation Order No. 191-A-5, effective February 22, 1985

Pertinent data concerning this application is available for inspection at the offices of Mr. Joe B. Adams, 4520 Jamestown Avenue, Suite 6, Baton Rouge, Louisiana 70808. Any person wishing to inspect such data should call Mr. Adams at (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party. Any questions related to the location of the proposed alternate unit well should be directed to Mr. John Mahan at J-W Operating Company (972) 233-8191.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of each of the three (3) attached plats, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Caspiana Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Honorable James H. Welsh December 2, 2002 Page 3

Finally, we enclose a check payable to the Commissioner of Conservation for the application fee.

Yours very truly,

David L. Smelley

Attorney for J-W Operating Company

DLS:pk Enclosures

cc: Mr. Jim Broussard (w/encls.)

Mr. Dave Williams (w/encls.) Mr. John Mahan (w/encls.) Mr. Joe B. Adams (w/encls.) Interested Owners, Represented

Parties and Interested Parties (w/plats only)





